

HOUSE BILL 484

By Shaw

AN ACT to amend Tennessee Code Annotated, Section 67-6-393 and Section 67-6-710, relative to taxation.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 67-6-393, is amended by deleting subsection (a) in its entirety and by substituting instead the following:

(a)

(1) The exemptions provided by this section shall be known as “sales tax holidays.”

(2) There is exempt from the tax imposed by this chapter the following items of tangible personal property, if sold during the periods provided pursuant to subdivision (a)(3):

(A) Clothing with a sales price of one hundred dollars (\$100) or less per item;

(B) School supplies with a sales price of one hundred dollars (\$100) or less per item; and

(C) Computers with a sales price of one thousand five hundred dollars (\$1,500) or less per item.

(3) Items of tangible personal property exempt from the tax imposed by this chapter pursuant to the provisions of this section shall be sold during the following periods:

(A) Between 12:01 a.m. on the first Friday of August and 11:59 p.m. the following Sunday;

(B) Between 12:01 a.m. on the first Friday of November and 11:59 p.m. the following Sunday;

(C) Between 12:01 a.m. on the first Friday of February and 11:59 p.m. the following Sunday; and

(D) Between 12:01 a.m. on the first Friday of May and 11:59 p.m. the following Sunday.

SECTION 2. Tennessee Code Annotated, Section 67-6-393, is further amended by deleting subsection (f) in its entirety.

SECTION 3. This act shall take effect July 1, 2007, the public welfare requiring it.